

CITY OF FAYETTEVILLE FISCAL YEAR 2006 BUDGET SUMMARY

The City of Fayetteville's mission is to ensure a superior quality of life for its citizens by providing the most cost effective municipal services while preserving the cultural, historical, and natural resources of the City.

This document summarizes the City's adopted operating and capital improvement program budgets for fiscal year 2006

Mayor and City Council Goals

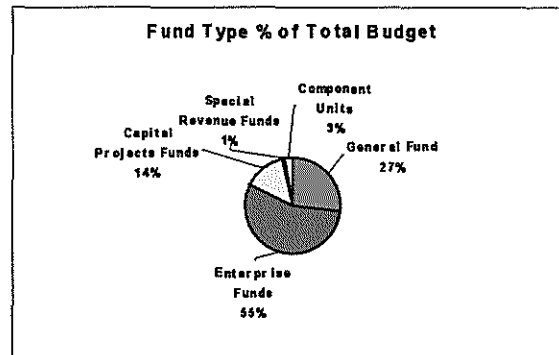
1. Achieve all goals while striving for the lowest total cost for Public Services.
2. Maintain a managed growth policy that requires quality development in concert with our economic development.
3. Provide for the public safety and welfare by committing appropriate resources to Police, Fire, Streets, Recreation, Water and Sewer and Support Services.
4. Preserve our historic and cultural heritage and encourage revitalization of down town through support of Main Street initiative.
5. Continue cooperative efforts with other governments.

BUDGET SUMMARIES

Fund Types/Budgets	
*General Fund	\$ 8,953,501
*Enterprise Funds	\$ 18,122,887
*Capital Project Funds	\$ 4,712,016
*Special Revenue Funds	\$ 186,639
*Component Units	\$ 943,978
*Total All Fund Types	\$ 32,919,021

The City of Fayetteville prepares an annual budget for 12 funds: (1) General Fund, (2) Enterprise Funds, (3) Capital Project Funds, (4) Special Revenue Funds, and (2) Component Units. The total proposed budget of all funds is \$32,919,021.

The chart below shows the percentage (%) by fund type for all funds. The Enterprise Funds are the largest funds in the City at 55%; followed by the General Fund at 27%; and the Capital Projects Funds at 14%.



Expenditures for all funds are categorized as personnel services, purchased/contracted services, supplies, capital outlay, debt service, and other. The largest category for all funds is capital outlay followed by personnel services.

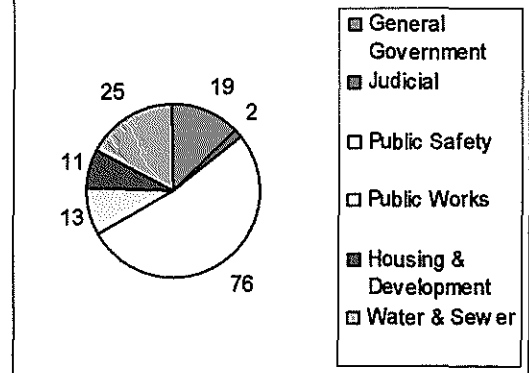
2006 Budget By Category (All Funds)

*Personnel Services	\$ 8,468,301
*Purchased/Contract	\$ 3,587,970
*Supplies	\$ 1,852,865
*Capital	\$ 16,051,346
*Debt Service	\$ 1,600,063
*Other	\$ 1,358,476
*Total Expenditures	\$ 32,919,021

PERSONNEL SERVICES

One new personnel addition in the Water and Sewer Fund for the Stormwater function is included in fiscal year 2006 budget. A hiring freeze for vacant positions for the first five months of the fiscal year has been incorporated in the budget. Three percent has been budgeted to continue our Pay for Performance Salary Plan and our Retention Plan. Funds have been budgeted to continue employee health benefits.

Number of Employees Per Department



DIGEST TAXES

The City is estimating an 9% digest growth in fiscal year 2006 with the millage rate remaining unchanged at 3.033 mills. With the digest estimated at 9% a mill's value would be \$765,446. The digest tax chart shows the millage rate for the current calendar year and for the past 5 calendar years.

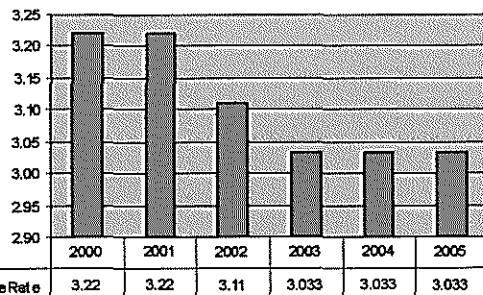
Digest Taxes

*Proposed 3.033 mills

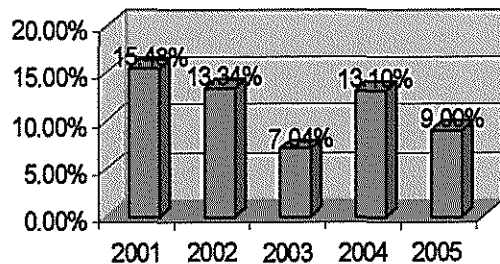
*Est. 9% Digest Growth

*Mill's value est. = \$765,446

MILLAGE RATE



DIGEST GROWTH



CAPITAL IMPROVEMENT PROGRAM

The City has budgeted several capital improvement projects for fiscal year 2006. The City not only budgets for the current fiscal year but also projects a capital improvement plan for the next five years. Projects for the current fiscal year 2006 include transportation projects, stormwater projects, waste water treatment plant expansion, replacement vehicles and equipment, and public safety building renovation.

Transportation Projects

The Capital Projects Fund fiscal year 2006 budget includes the Fayetteville Connecting Sidewalks (TIP) Design, Grady/Stonewall/Booker Pedestrian Construction, Resurfacing/Pavement Management, 54/Gingercake Road Intersection, S. Jeff Davis Shoulders, Grady/Bradley left Turn Signal, White Road @ Culvert, 85 Median Engineering, Lafayette Ave Ext Engineering, and Lanier Ave Pedestrian Improvement Construction. These projects are funded through the Impact Fee Fund, Capital Project Fund, SPLOST Fund, and grants.

Public Works

The major projects in the capital improvements program for Public Works will include sidewalk improvements and 3 replacement mowers. The funding sources will be from the General Fund operating.

Public Safety Projects

Public Safety capital items include vehicle and equipment replacement, refurbishing fire rescue unit, and renovate fire station and protective inspection building. The funding source for these projects will be Capital Projects Fund and General Fund lease purchase.

Housing and Development

Replacement vehicles are the only capital items budgeted in fiscal year 2006 for Housing and Development.

Downtown Development and 2001 Bond Fund Projects

The Downtown Development and 2001 Bond Fund Projects capital improvement program include façade renovation.

Water and Sewer Fund

The Water and Sewer Fund has several major projects that are funded in fiscal year 2006 budget. Projects include Waste Water Treatment Plant Expansion, Stormwater projects, and mapping project. Revenue bonds, GEFA loan, sewer proportionate share and water and sewer operating fund balance will fund these projects.

